

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0675-01
Bill No.: HB 264
Subject: Education, Elementary and Secondary; Elementary and Secondary Education
Department; Saint Louis
Type: Original
Date: March 12, 2013

Bill Summary: This proposal establishes a Community Schools Program in St. Louis.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
General Revenue	\$0 or (Unknown - Could exceed \$100,000)	\$0 or (Unknown - Could exceed \$100,000)	\$0 or (Unknown - Could exceed \$100,000)
Total Estimated Net Effect on General Revenue Fund	\$0 or (Unknown - Could exceed \$100,000)	\$0 or (Unknown - Could exceed \$100,000)	\$0 or (Unknown - Could exceed \$100,000)

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Community Schools Fund	\$0	\$0	\$0
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

***Offsetting Transfers In and Out are \$0 or Unknown - Could exceed \$100,000 each year**

Numbers within parentheses: () indicate costs or losses. This fiscal note contains 6 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Total Estimated Net Effect on FTE	0	0	0

☒ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☒ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Local Government*	\$0	\$0	\$0

*** Offsetting Transfers In and Costs are \$0 or Unknown - Could exceed \$100,000 each year**

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Elementary and Secondary Education (DESE)** assume this proposal will result in unknown costs for DESE and will most likely result in the need for additional FTE.

Required duties include developing a state plan for community education; administering the grant process; and reviewing applications, annual reports, and financial statements. The proposal does not indicate the grant amount or indicate from where the grant funds originate.

The level at which metropolitan school districts opt to develop a community education program cannot be estimated; therefore, costs are unknown. Given that the proposal does require each grantee receiving funds to employ 1.0 FTE community education director; while unknown, costs are likely to be significant.

Oversight assumes the proposal is for only one Community Schools Program and that duties associated with this proposal would not require additional FTE. If it is determined that additional FTE are needed, DESE can request FTE through the budget process.

Officials from the **Office of the Governor** and the **Office of State Treasurer** each assume the proposal would not fiscally impact their respective agencies.

Officials from the **St. Louis Public School District** did not respond to a request for fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2014 (10 Mo.)	FY 2015	FY 2016
GENERAL REVENUE			
<u>Expenses</u> - Department of Elementary and Secondary Education (DESE - Council for Community Education	\$0 or (Unknown - Expected to be less than \$100,000)	\$0 or (Unknown - Expected to be less than \$100,000)	\$0 or (Unknown - Expected to be less than \$100,000)
<u>Transfer Out</u> - DESE - Funding for Community Schools Program	\$0 or (Unknown - Could exceed \$100,000)	\$0 or (Unknown - Could exceed \$100,000)	\$0 or (Unknown - Could exceed \$100,000)
ESTIMATED NET EFFECT ON GENERAL REVENUE	\$0 or (Unknown - Could exceed \$100,000)	\$0 or (Unknown - Could exceed \$100,000)	\$0 or (Unknown - Could exceed \$100,000)
COMMUNITY SCHOOLS FUND			
<u>Transfer In</u> - General Revenue - Funding for Community Schools Grant Program	\$0 or Unknown - Could exceed \$100,000	\$0 or Unknown - Could exceed \$100,000	\$0 or Unknown - Could exceed \$100,000
<u>Transfer Out</u> - Metropolitan school district - Grant funding for Community Schools Program	\$0 or (Unknown - Could exceed \$100,000)	\$0 or (Unknown - Could exceed \$100,000)	\$0 or (Unknown - Could exceed \$100,000)
ESTIMATED NET EFFECT ON COMMUNITY SCHOOLS FUND	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2014 (10 Mo.)	FY 2015	FY 2016
LOCAL POLITICAL SUBDIVISIONS			
<u>Transfer In</u> - Metropolitan school district	\$0 or Unknown	\$0 or Unknown	\$0 or Unknown
- Grant funding for Community Schools Program	- Could exceed \$100,000	- Could exceed \$100,000	- Could exceed \$100,000
<u>Costs</u> - Metropolitan school district - Administrative and program expenses for Community Schools Program	\$0 or (Unknown - Could exceed \$100,000)	\$0 or (Unknown - Could exceed \$100,000)	\$0 or (Unknown - Could exceed \$100,000)
ESTIMATED NET EFFECT ON LOCAL POLITICAL SUBDIVISIONS	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

FISCAL DESCRIPTION

This bill creates a grant program to fund community schools in the St. Louis City school district. A community school makes its facilities available to the public, identifies community needs and resources, and initiates programs to improve the cultural, social, recreational, and educational opportunities in the community. A community education program uses public buildings as community centers operated by the district in cooperation with other groups, organizations, and governmental agencies.

The State Board of Education within the Department of Elementary and Secondary Education (DESE) must develop a state plan for community education, and DESE must administer a grant program to employ a full-time community education director and provide him or her with professional development training. To receive a grant, the St. Louis City school district must apply as prescribed by DESE, submit a plan describing its program that has been approved by its local board, establish a council to assist with needs assessment and program priorities; and employ a full-time community education director. A grantee must file a program evaluation and financial statement annually.

The bill establishes the state Council for Community Education which is a 15-member council appointed by the Governor and selected from a list of organizations specified in the bill. The

DESCRIPTION (continued)

Commissioner of Education will convene the council's organizational meeting. The council may meet up to four times a year.

The provisions of the bill will sunset six years after the effective date of the bill.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Elementary and Secondary Education
Office of the Governor
Office of State Treasurer

Not Responding:

St. Louis Public School District.



Ross Strobe
Acting Director
March 12, 2013